

1 SENATE BILL NO. 485

2 INTRODUCED BY COBB, E. CLARK

3 BY REQUEST OF THE HOUSE JOINT APPROPRIATIONS SUBCOMMITTEE ON HEALTH AND HUMAN
4 SERVICES5
6 A BILL FOR AN ACT ENTITLED: "AN ACT REVISING THE ALLOCATION AND USE OF A PORTION OF
7 TOBACCO SETTLEMENT PROCEEDS FUNDS FOR THE BIENNIUM BEGINNING JULY 1, 2003;
8 TRANSFERRING TOBACCO SETTLEMENT PROCEEDS FUNDS TO A PREVENTION AND STABILIZATION
9 ACCOUNT IN THE STATE SPECIAL REVENUE FUND TO BE USED BY THE DEPARTMENT OF PUBLIC
10 HEALTH AND HUMAN SERVICES TO FINANCE, ADMINISTER, AND PROVIDE HEALTH AND HUMAN
11 SERVICES; AUTHORIZING THE USE OF TOBACCO SETTLEMENT PROCEEDS FUNDS TO PROVIDE
12 MATCHING FUNDS FOR THE MEDICAID PROGRAM; ESTABLISHING THE PREVENTION AND
13 STABILIZATION ACCOUNT AND ALLOCATING ACCOUNT PROCEEDS; APPROPRIATING FUNDS FROM
14 THE PREVENTION AND STABILIZATION ACCOUNT; AMENDING SECTION 17-6-606, MCA; AND
15 PROVIDING AN EFFECTIVE DATE AND A TERMINATION DATE."16
17 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:18
19 **Section 1.** Section 17-6-606, MCA, is amended to read:20 **"17-6-606. Tobacco settlement accounts -- purpose -- uses.** (1) The purpose of this section is to
21 dedicate a portion of the tobacco settlement proceeds to fund a statewide comprehensive tobacco disease
22 prevention program designed to:

23 (a) discourage children from starting use of tobacco;

24 (b) assist adults in quitting use of tobacco;

25 (c) provide funds for the children's health insurance program; ~~and~~26 (d) provide funds for the comprehensive health association programs; and27 (e) fund human services programs.28 (2) An amount equal to 32% of the total yearly tobacco settlement proceeds received after June 30,
29 2003, must be deposited in a state special revenue account. Subject to subsection (5), the funds referred to in
30 this subsection may be used only for funding a statewide tobacco prevention program designed to prevent

1 children from starting tobacco use and to help adults who want to quit tobacco use and for funding human
 2 services programs. The department of public health and human services shall manage the tobacco prevention
 3 program and shall adopt rules to implement the program. In adopting rules, the department shall consider the
 4 standards contained in Best Practices for Comprehensive Tobacco Control Programs--August 1999 or its
 5 successor document, published by the U.S. department of health and human services, centers for disease
 6 control and prevention.

7 (3) An amount equal to 17% of the total yearly tobacco settlement proceeds received after June 30,
 8 2003, must be deposited in a state special revenue account. Subject to subsection (5), the funds referred to in
 9 this subsection may be used only for:

10 (a) matching funds to secure the maximum amount of federal funds for the Children's Health Insurance
 11 Program Act provided for in Title 53, chapter 4, part 10; ~~and~~

12 (b) programs of the comprehensive health association provided for in Title 33, chapter 22, part 15, with
 13 funding use subject to 33-22-1513; and

14 (c) matching funds to secure the maximum amount of federal funds for the medicaid program.

15 (4) Funds deposited in a state special revenue account, as provided in subsection (2) or (3), that are
 16 not appropriated within 2 years after the date of deposit must be transferred to the trust fund.

17 (5) The legislature shall appropriate money from the state special revenue accounts provided for in this
 18 section ~~for tobacco disease prevention~~, for the programs referred to in the subsection establishing the account,
 19 and for funding the tobacco prevention advisory board.

20 (6) Programs funded under this section that are private in nature may be funded through contracted
 21 services."

22
 23 **NEW SECTION. Section 2. ~~State special revenue~~ PREVENTION AND STABILIZATION account --**

24 **ALLOCATION OF PROCEEDS.** (1) There is a prevention and stabilization account in the state special revenue fund
 25 provided for in 17-2-102. Money in the account must be used by the department of public health and human
 26 services to finance, administer, and provide health and human services.

27 **(2) (A) FUNDS IN THE PREVENTION AND STABILIZATION STABILIZATION ACCOUNT MUST BE USED FOR THE**
 28 **FOLLOWING PROGRAMS IN ORDER OF PRIORITY:**

29 **(i) PRESCRIPTION DRUGS FOR ADULTS WITH A SERIOUS AND DISABLING MENTAL ILLNESS ELIGIBLE FOR PROGRAMS**
 30 **INITIATED PURSUANT TO 53-21-702(2) AND (3);**

1 (II) CHILD CARE FOR LOW-INCOME FAMILIES;
 2 ~~(II)(III) THE MONTANA INITIATIVE FOR THE ABATEMENT OF MORTALITY IN INFANTS ADMINISTERED PURSUANT TO~~
 3 50-19-301;
 4 ~~(III) STABILIZATION OF RATES FOR MEDICAID MENTAL HEALTH SERVICES;~~
 5 ~~—— (IV) MEDICAID HOSPICE SERVICES;~~
 6 ~~—— (V) EXTENDED EMPLOYMENT;~~
 7 ~~—— (VI) INDEPENDENT LIVING; AND~~
 8 ~~—— (VII) HOME HEALTH THERAPY SERVICES;~~
 9 ~~(III)(IV) INDEPENDENT LIVING;~~
 10 ~~(IV)(V) EXTENDED EMPLOYMENT;~~
 11 ~~(V)(VI) CHILD SUPPORT ENFORCEMENT STATE MATCHING FUNDS;~~
 12 ~~(VI)(VII) STABILIZATION OF RATES FOR MEDICAID MENTAL HEALTH SERVICES;~~
 13 ~~(VII)(VIII) MEDICAID HOSPICE SERVICES;~~
 14 ~~(VIII)(IX) HOME HEALTH THERAPY SERVICES;~~
 15 ~~(IX)(X) POISON CONTROL; AND~~
 16 ~~(X)(XI) AIDS FUNDS.~~
 17 (B) FUNDS REMAINING AFTER ALLOCATIONS TO THE PRIORITIES IN SUBSECTION (2)(A) MAY BE EXPENDED FOR
 18 OTHER PROGRAMS AS DIRECTED IN 17-6-606(1).
 19 (C) APPROPRIATIONS FROM THE PREVENTION AND STABILIZATION ACCOUNT FOR PROGRAMS LISTED IN
 20 SUBSECTION (2)(A) ARE RESTRICTED FOR THE USE SPECIFIED AND MAY NOT BE TRANSFERRED TO OTHER PROGRAMS
 21 PURSUANT TO 17-7-139.

22
 23 NEW SECTION. Section 3. Fund transfer. There is transferred from the state special revenue account
 24 provided for in 17-6-606(2) to the state special revenue account established in [section 2] \$5,831,360 for fiscal
 25 year 2004 and \$6,057,600 for fiscal year 2005.

26
 27 NEW SECTION. SECTION 4. APPROPRIATIONS FROM PREVENTION AND STABILIZATION ACCOUNT. (1) THE
 28 FOLLOWING AMOUNTS ARE BIENNIAL APPROPRIATIONS FROM THE PREVENTION AND STABILIZATION ACCOUNT FOR THE
 29 2005 BIENNIUM:

30 (A) MENTAL HEALTH SERVICES AND PRESCRIPTION DRUGS FOR PROGRAMS ESTABLISHED PURSUANT TO

1 53-21-702(2) AND (3), ~~\$8,500,000~~ \$6,500,000;
 2 (B) CHILD CARE, \$2,000,000;
 3 ~~(B)~~(C) THE MONTANA INITIATIVE FOR THE ABATEMENT OF MORTALITY IN INFANTS PROGRAM, \$1,100,000;
 4 ~~(C)~~(D) INDEPENDENT LIVING SERVICES, \$457,532;
 5 ~~(D)~~(E) EXTENDED EMPLOYMENT SERVICES, \$541,278;
 6 ~~(E)~~(F) CHILD SUPPORT ENFORCEMENT, \$1,263,678;
 7 ~~(F)~~(G) MENTAL HEALTH MEDICAID SERVICE RATES, \$800,000;
 8 ~~(G)~~(H) MEDICAID HOSPICE SERVICES, \$340,000;
 9 ~~(H)~~(I) MEDICAID HOME HEALTH THERAPY SERVICES, \$68,000;
 10 ~~(I)~~(J) POISON CONTROL, \$77,908; AND
 11 ~~(J)~~(K) AIDS FUNDING, \$84,000.
 12 (2) FUNDS REMAINING IN THE PREVENTION AND STABILIZATION ACCOUNT AFTER THESE APPROPRIATIONS HAVE
 13 BEEN MADE MAY BE USED TO FUND APPROPRIATIONS FROM THE PREVENTION AND STABILIZATION ACCOUNT THAT ARE
 14 AUTHORIZED IN HOUSE BILL NO. 2.

15
 16 NEW SECTION. Section 5. Codification instruction. [Section 2] is intended to be codified as an
 17 integral part of Title 53, chapter 6, and the provisions of Title 53, chapter 6, apply to [section 2].

18
 19 NEW SECTION. Section 6. Coordination instruction. If House Bill No. 722 and [this act] are both
 20 passed and approved and if both bills create a prevention and stabilization account in the state special revenue
 21 fund to be used by the department of public health and human services to finance, administer, and provide
 22 health and human services, the code commissioner shall codify the accounts as a single section.

23
 24 NEW SECTION. Section 7. Effective date. [This act] is effective July 1, 2003.

25
 26 NEW SECTION. Section 8. Termination. [Section 1] terminates June 30, 2005.

27 - END -